



BORROWER INTEREST SAVINGS



COMPARISON OF MICHIGAN ENGINEERING INCENTIVE (MEI) WITH LOAN CONSOLIDATION OPTIONS

IMPORTANT: IF YOU CONSOLIDATE, YOU WILL LOSE THE MEI 0% INTEREST RATE BENEFIT

This chart compares the interest savings if you do not consolidate your MEI loans with a Federal Direct Consolidation Loan which, to our knowledge, does not offer any interest reductions as a borrower benefit. This chart also compares the savings of consolidating your student loans with the Michigan Advantage Consolidation Loan rather than the Federal Direct Consolidation Loan. If you have additional questions, [contact us](#) directly.

Amount of Loan(s) \$7,500			
Federal Stafford Loans	MEI Borrower Benefits	Loan Consolidation Options	
		Federal Direct Consolidation Loan	Michigan Advantage Consolidation (MAC)
Interest Rate	5.3%	5.375%	5.375%
Payment amount	\$80	\$71	\$71
Number of Payments	99	144	139
Total Interest Paid From Repayment Start Date	\$0	\$2,653	\$2,279
MEI Interest Savings = \$2,653*		MAC Interest Savings = \$374** If you consolidate, choose Michigan Advantage Consolidation and save!	
Amount of Loan(s) \$19,000			
Federal Stafford Loans	MEI Borrower Benefits	Loan Consolidation Options	
		Federal Direct Consolidation Loan	Michigan Advantage Consolidation (MAC)
Interest Rate	5.3%	5.375%	5.375%
Payment Amount	\$204	\$153	\$153
Number of Payments	99	180	171
Total Interest Paid From Repayment Start Date	\$0	\$8,585	\$7,100
MSF Interest Savings = \$8,585*		MAC Interest Savings = \$1,485** If you consolidate, choose Michigan Advantage Consolidation and save!	

*MEI interest savings based on 0% interest rate from repayment start date and borrower does not choose to consolidate.

NOTE: The borrower is responsible for the interest on MEI eligible unsubsidized Federal Stafford loans until the repayment start date.

**MAC interest savings based on 1% interest rate reduction after 36 on-time payments.

MEI calculations used standard 10-year repayment period for calculations. Consolidations used repayment periods based upon loan amounts as outlined in regulations. All calculations used federal interest rates effective 7/01/05 through 6/30/06.